



OVER **100** YEARS OF SUPERIOR SERVICE

Artesian Water Company



Artesian Wastewater Management



Artesian Utility Development



Artesian Water Pennsylvania



Artesian Water Maryland



Artesian Wastewater Maryland

June 18, 2015

Ms. Donna L. Nickerson, Secretary
Delaware Public Service Commission
861 Silver Lake Boulevard
Cannon Building, Suite 100
Dover, Delaware 19904

RE: Petition to Revise Interconnection Rates

Enclosed for filing, please find the petition of Artesian Water Company, Inc. to revise interconnection rates for Artesian Water Maryland, Inc. and the Town of Chesapeake City, Maryland pursuant to PSC-approved Interconnection Agreements.

Please feel free to contact me at (302) 453-6995 if you have questions.

Sincerely,

A handwritten signature in blue ink that reads "David L. Valcarenghi".

David L. Valcarenghi
Manager of Rates and Regulation

cc: David B. Spacht

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF THE REQUEST BY	:	
ARTESIAN WATER COMPANY, INC.	:	
FOR A REVISION TO RATES ASSESSED	:	PSC DOCKET NO. 15-____
PURSUANT TO INTERCONNECTION	:	
AGREEMENTS	:	

PETITION TO REVISE INTERCONNECTION RATES

ARTESIAN WATER COMPANY, INC. ("AWC"), a Class A water utility, hereby petitions the Delaware Public Service Commission ("Commission") for an appropriate Order authorizing the establishment of revised interconnection rates, effective October 15, 2014, and in support thereof respectfully represents that:

1. AWC is a Class "A" water utility under the jurisdiction of the Delaware Public Service Commission and presently serves approximately 80,000 water customers across the state of Delaware.

2. Questions associated with this petition may directed to the following persons:

David B. Spacht
Chief Financial Officer
Artesian Water Company, Inc.
664 Churchmans Road
Newark, Delaware 19702
(302) 453-6912

David Valcarengi
Manager of Rate and Regulation
Artesian Water Company, Inc.
664 Churchmans Road
Newark, Delaware 19702
(302) 453-6995

3. AWC has a purchased water contract (interconnection agreement) with Artesian Water Maryland, Inc. ("AWMD"). The price for water delivered pursuant to the interconnection agreement is equal to the rate assessed to AWC by the Chester Water Authority ("CWA"), or its successor(s), for water delivered to AWC's Route 7 interconnection in Hockessin, Delaware, plus

a transmission fee of 10 percent of said rate.

2. AWC has a purchased water contract (interconnection agreement) with the Town of Chesapeake City, Maryland (“Chesapeake”). The price for water delivered pursuant to the interconnection agreement is equal to the rate assessed to AWC by the Chester Water Authority (“CWA”), or its successor(s), for water delivered to AWC’s Route 7 interconnection in Hockessin, Delaware, plus a transmission fee of 20 percent of said rate.

3. By Order No. 7717 entered on December 22, 2009, the Delaware Public Service Commission (“PSC”) approved the initial rate charged for service to AWMD and directed AWC to update its tariff to reflect changes in the approved rates for water service as billed to AWC by CWA.

4. By Oder No. 8289 entered on February 21, 2013, the PSC approved the initial rate charged to Chesapeake and directed to AWC to update its tariff to changes in the approved rates for water service as billed to AWC by CWA.

5. AWC purchases water from the CWA which includes a fixed per 1,000 gallon charge assessed to the CWA by the Susquehanna River Basin Commission (“SRBC”).

6. AWC was notified by the CWA on June 12, 2015 that the SRBC will increase its rates \$0.005 from \$0.32 to \$0.325 per 1,000 gallons effective July 1, 2015, causing the rates charged by the CWA to AWC to increase from \$3.43 to \$3.435 per 1,000 gallons. A copy of the notice from the CWA is provided in Exhibit 1.


7. Based on the notification, AWC proposes to increase its interconnection rate for service to AWMD from \$3.773 per thousand gallons to \$3.779 per thousand gallons. The new rate includes a per thousand gallon charge from the CWA plus an adder of 10% the 10% added for transmission fees.

8. Based on the notification, AWC proposes to increase its interconnection rate for service to Chesapeake from \$4.116 per thousand gallons to \$4.122 per thousand gallons. The new rate includes a per thousand gallon charge from the CWA plus an adder of 20% for transmission fees.

8. AWC provides revised tariff pages (in redline and clean formats) to accommodate new interconnection rates for AWMD and Chesapeake in Exhibit 2.

WHEREFORE, AWC respectfully prays that the PSC issue an appropriate order authorizing AWC to charge an interconnection rate of \$3.779 per thousand gallons for service to AWMD and an interconnection rate of \$4.122 per thousand gallons for service to Chesapeake as discussed herein, effective September 15, 2015.

ARTESIAN WATER COMPANY, INC.



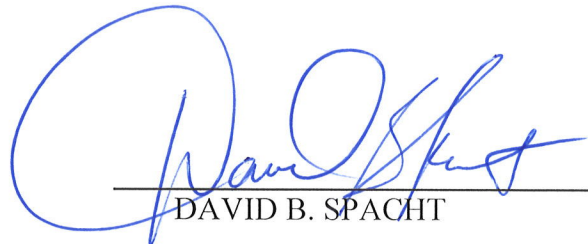
David B. Spacht

STATE OF DELAWARE :

: ss

COUNTY OF NEW CASTLE :

DAVID B. SPACHT, being duly sworn, deposes and says he is Chief Financial Officer and Treasurer of Artesian Water Company, Inc; that the execution and filing of this Petition has been duly authorized; and that to the best of his knowledge, information and belief, that statements made therein are true and correct.



DAVID B. SPACHT

Subscribed and sworn to
before me this day 18th day
of June 2015.



Notary Public

My Commission Expires:
April 10, 2016

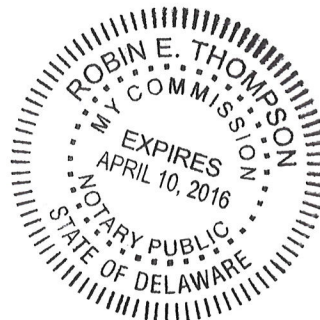


Exhibit 1



Chester Water Authority

P.O. Box 467 • Chester, PA 19016-0467
(610) 876-8181 • FAX (610) 876-1657

June 12, 2015
2522-2015

Attention: Ms. Dian Taylor
Artesian Water Company, Inc.
PO Box 15004
Wilmington, DE 19850

Re: Susquehanna River Basin Commission Rate Increase

Dear Ms. Taylor:

Chester Water Authority has been notified the Susquehanna River Basin Commission (SRBC) has increased their rates from \$0.32 to \$0.325 per 1,000 gallons of water starting July 1, 2015.

Please be advised effective September 15, 2015, the new rate for water utilities in the Village Green West Area will be \$3.435 per 1,000 gallons of water.

Enclosed for your information is a revised rate schedule reflecting the SRBC rate increase. Please feel free to contact us should you have any questions on our rates or service.

Very truly yours,

Thomas A. Zetusk Sr.
Director, Business Office

C: RCW
AAW
LAS

**CHESTER WATER AUTHORITY
COMPARATIVE RATE SCHEDULE
NEW RATES EFFECTIVE JULY 1, 2015**

CONSUMPTION CHARGES -GENERAL SERVICE – Includes Residential, Commercial, Industrial, and Municipal Customers		
	Village Green East	Village Green West
<u>Gallons Per Month</u>	<u>Rate Effective 7/1/10</u> <u>Per 1,000 Gallons</u>	<u>Rate Effective 7/1/10</u> <u>Per 1,000 Gallons</u>
For the First 25,000	\$ 4.61	\$ 5.92
For the Next 225,000	2.96	4.15
For all Over 250,000	2.31	2.95

CONSUMPTION CHARGES - WATER UTILITIES		
	Village Green East	Village Green West
<u>Consumption Charges</u>	<u>Rate Effective</u> <u>7/1/15</u>	<u>Rate Effective</u> <u>7/1/15</u>
Rate per 1,000 Gallons	2.87	\$ 3.11
Rate per 1,000 Gallons for Customers subject to SRBC charge of \$0.325 per 1,000 gallons	3.195	3.435

BASE CHARGES – Village Green East and West Service Areas – All Customers		
<u>Size of Meter</u>		<u>Rate Effective 7/1/10</u> <u>Per Month</u>
5/8 Inch		\$ 12.10
3/4 * Inch (Combined General & Fire)		14.26
3/4 Inch		18.36
1 * Inch (Combined General & Fire)		14.26
1 Inch		27.54
1-1/2 Inch		61.56
2 Inch		104.87
3 Inch		222.59
4 Inch		365.90
6 Inch		663.01
8 Inch		1,587.60
10 Inch		2,395.44
12 Inch		2,691.36

* Residential General Service and Fire Service Combined.

BASE CHARGES – PRIVATE FIRE PROTECTION SERVICE – All Customers		
	Village Green East Service Area	Village Green West Service Area
<u>Size of Meter or</u> <u>Service Size, If Unmetered</u>	<u>Rate Effective 7/1/10</u> <u>Per Month</u>	<u>Rate Effective 7/1/10</u> <u>Per Month</u>
5/8 Inch	\$ 9.40	\$ 11.55
3/4 Inch	14.26	17.16
1 Inch	22.14	25.74
1-1/2 Inch	48.82	57.20
2 Inch	78.73	92.73
3 Inch	134.46	158.29
4 Inch	241.06	281.49
6 Inch	482.11	563.20
8 Inch	872.86	1,020.58
10 Inch	1,442.99	1,689.42
12 Inch	2,078.57	2,429.92

FIRE PROTECTION SERVICE – PUBLIC FIRE HYDRANTS		
	Village Green East	Village Green West
	<u>Rate Effective 7/1/10</u> <u>Per Month</u>	<u>Rate Effective 7/1/10</u> <u>Per Month</u>
Rate per Hydrant	\$ 32.30	\$ 36.30

Exhibit 2

ARTESIAN WATER COMPANY, INC.

P.S.C. NO. 1 - WATER
Sheet No. 1
Effective: October 15, 2014

ARTESIAN WATER COMPANY, INC.

TARIFF

ARTESIAN WATER COMPANY, INC.
P.S.C. No. 1 - WATER
Effective: September 15, 2015

Seventh-Fourth Supplemental Sheet
canceling
Sixth-Fourth Supplemental Sheet

This Fourth Supplemental Sheet is applicable to Artesian Water Maryland, Inc. The total charge for metered service consists of the indicated water charge.

Water Charge:

\$3.779 per thousand gallons

All bills are due and payable upon presentation.

ARTESIAN WATER COMPANY, INC.

~~Sixth~~Seventh-Fourth

Supplemental Sheet

P.S.C. No. 1 - WATER

canceling

Effective: ~~October~~ September 15, 2014-2015

~~Fifth~~Sixth-Fourth Supplemental Sheet

This Fourth Supplemental Sheet is applicable to Artesian Water Maryland, Inc. The total charge for metered service consists of the indicated water charge.

Water Charge:

~~\$3.773~~.779 per thousand
gallons

All bills are due and payable upon presentation.

ARTESIAN WATER COMPANY, INC.
P.S.C. No. 1 - WATER
Effective: September 15, 2015

Fourth-Fifth Supplemental Sheet
canceling
Third-Fifth Supplemental Sheet

This Fifth Supplemental Sheet is applicable to the Town of Chesapeake City. The total charge for metered service consists of the rate for water volumes supplied, shown below, and a customer charge associated with a 6-inch meter.

<u>Water Charge:</u>	\$4.122 per thousand gallons
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All bills are due and payable upon presentation.

ARTESIAN WATER COMPANY, INC.
Sheet

P.S.C. No. 1 - WATER

Effective: ~~October~~ September 15, 2014 2015
Supplemental Sheet

~~Third~~ Fourth-Fifth Supplemental

canceling

~~Second~~ Third-Fifth

This Fifth Supplemental Sheet is applicable to the Town of Chesapeake City. The total charge for metered service consists of the rate for water volumes supplied, shown below, and a customer charge associated with a 6-inch meter.

Water Charge:

~~\$4.446~~ 122 per thousand
gallons

All bills are due and payable upon presentation.